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REPORT TO THE CONGRESS

~~4-64-02~~

74-0006

Audit Of The
Majority Printing Clerk,
Fiscal Year Ended
August 31, 1973

B-164163

House of Representatives

**BY THE COMPTROLLER GENERAL
OF THE UNITED STATES**

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JAN. 31, 1974



COMPTROLLER GENERAL OF THE UNITED STATES
WASHINGTON, D.C. 20548

B-164163

To the President of the Senate and the
Speaker of the House of Representatives

We have audited the accounts of the Majority Printing Clerk, House of Representatives, for the fiscal year ended August 31, 1973, pursuant to section 451 of the Legislative Reorganization Act of 1970 (40 U.S.C. 193m-1). The act requires that the results of our audit be reported to the Congress.

GENERAL COMMENTS

The Majority Printing Clerk operates as David R. Ramage, Inc., which was organized and incorporated on February 13, 1970, primarily to provide printing and related services for Members of the House of Representatives. CIR 15

The position of Majority Printing Clerk was established pursuant to House Resolution 295 (July 7, 1943, 78th Cong.) and was made permanent by the Legislative Branch Appropriation Act, 1945 (58 Stat. 343). The Majority Printing Clerk, appointed by the Majority Leader, receives an annual salary from appropriated funds.

The Majority Printing Clerk's offices and physical plant are in the west underground garage of the House of Representatives. He supplies official printing to the majority leadership at no charge and offers, for a fee, printing and related services to Members of Congress, congressional committees, State societies, and political organizations.

SCOPE OF AUDIT

We made our audit in accordance with generally accepted auditing standards. It included an examination of the financial statements for the fiscal year ended August 31, 1973, and such other auditing procedures as we considered necessary.

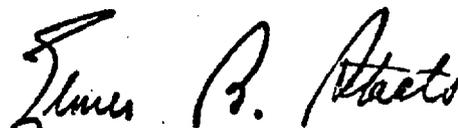
OPINION ON FINANCIAL STATEMENTS

We prepared the accompanying financial statements (schs. 1, 2, and 3) from the accounting records of David R. Ramage, Inc. The income and expense statement does not include the costs of certain benefits and services, such as space, utilities, ordinary building repairs, and maintenance, which are furnished to the corporation without charge or the annual salary (\$12,800) of the Majority Printing Clerk, which is paid from appropriated funds.

Because the Majority Printing Clerk supplied official printing to the majority leadership at no charge, the income and expense statement includes the costs of, but does not include any revenue for, the printing services.

In our opinion, the accompanying statements, which were prepared on a basis consistent with that of the preceding year and in accordance with the financial arrangements described above, present fairly the financial position of the Majority Printing Clerk, operating as David R. Ramage, Inc., at August 31, 1973, and the results of its operations and the changes in its financial position for the year then ended.

We are sending a copy of this report to the Majority Leader of the House of Representatives.



Comptroller General
of the United States

DAVID R. RAMAGE, INC.

BALANCE SHEET

AUGUST 31, 1973

ASSETS

CURRENT ASSETS:		
Cash		\$ 3,664.59
Accounts receivable--trade		72,596.95
Accounts receivable--other		5,317.99
Inventory (cost)		7,612.61
Prepaid expenses		<u>746.67</u>
Total current assets		<u>89,938.81</u>
FIXED ASSETS:		
Printing equipment	\$76,990.77	
Less accumulated depreciation	<u>29,378.29</u>	47,612.48
Station wagon	4,997.72	
Less accumulated depreciation	<u>1,804.57</u>	3,193.15
Furniture and equipment	1,595.50	
Less accumulated depreciation	<u>513.21</u>	<u>1,082.29</u>
Total fixed assets		<u>51,887.92</u>
OTHER ASSETS:		
Deferred finance charges:		
Current	3,903.00	
Long term	<u>1,547.39</u>	<u>5,450.39</u>
Total other assets		<u>5,450.39</u>
TOTAL ASSETS		<u>\$147,277.12</u>

LIABILITIES AND STOCKHOLDER'S EQUITY

CURRENT LIABILITIES:		
Accounts payable		\$ 61,368.70
Notes payable		25,954.67
Accruals:		
Taxes	\$ 75.01	
Interest	93.40	
Salaries	<u>1,440.00</u>	1,608.41
Unearned income		<u>754.62</u>
Total current liabilities		<u>89,686.40</u>
LONG-TERM LIABILITIES:		
Notes payable		<u>12,412.75</u>
Total liabilities		<u>102,099.15</u>
STOCKHOLDER'S EQUITY:		
Capital stock--common:		
\$10 par value; 5,000 shares authorized; 100 shares issued and outstanding		1,000.00
Retained earnings:		
Balance at August 31, 1972	42,393.49	
Net profit for fiscal year ended August 31, 1973	<u>1,784.48</u>	<u>44,177.97</u>
Total stockholder's equity		<u>45,177.97</u>
TOTAL LIABILITY AND STOCKHOLDER'S EQUITY		<u>\$147,277.12</u>

SCHEDULE 3

DAVID R. RAMAGE, INC.

STATEMENT OF CHANGES IN FINANCIAL POSITION

FISCAL YEAR ENDED AUGUST 31, 1973

FUNDS PROVIDED:		
Net sales		\$370,842.24
Decrease in deferred finance charges		<u>3,903.00</u>
Total funds provided		<u>\$374,745.24</u>
FUNDS APPLIED:		
Costs (excluding depreciation and other items not requiring outlay of funds)		\$359,161.64
Decrease in long-term notes payable		9,442.77
Purchase of printing equipment		873.17
Purchase of office equipment		450.00
Increase in working capital		<u>4,817.66</u>
Total funds applied		<u>\$374,745.24</u>

ANALYSIS OF CHANGES IN WORKING CAPITAL

INCREASE OR DECREASE(-) IN CURRENT ASSETS:		
Cash		\$ -2,486.67
Accounts receivable:		
Trade	\$-6,674.20	
Other	<u>5,317.99</u>	-1,356.21
Inventory		679.44
Prepaid expenses		-1,013.68
INCREASE(-) OR DECREASE IN CURRENT LIABILITIES:		
Accounts payable		-24,834.71
Notes payable		8,488.41
Unearned income		-754.62
Accrued interest payable		24.36
Accrued taxes payable		22,183.26
Accrued salaries payable		<u>3,888.08</u>
INCREASE IN WORKING CAPITAL		<u>\$ 4,817.66</u>

BEST DOCUMENT AVAILABLE